## Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the matter of	)	
	)	
Implementation of Section 621(a)(1) of the Cable	)	MB Docket No. 05-311
Communications Policy Act of 1984 as amended	)	
by the Cable Television Consumer Protection and	)	
Competition Act of 1992	)	
	)	

## COMMENTS OF THE CITY OF PHILADELPHIA IN RESPONSE TO THE FURTHER NOTICE OF PROPOSED RULEMAKING

The City of Philadelphia (the "City") submits these comments in response to the Further Notice of Proposal Rulemaking, released March 5, 2007, in the above-captioned rulemaking ("Further Notice").

1. The City is the local franchising authority for the consolidated City and County of Philadelphia, Pennsylvania. Pursuant to a City ordinance adopted in 1984, there are four cable television franchise areas within the City, each having approximately similar geographic area and population, and a diversity of neighborhoods exhibiting a wide range of income and other socio-economic characteristics. Non-exclusive franchises were initially awarded to four different cable providers in these four areas. In the past two decades, there have been numerous sales and assignments of cable systems, and currently affiliates of

Comcast Corporation operate the cable systems in all four areas of the City. The current franchise agreements are for terms of fifteen years expiring in 2015. The City favors competition in the video services industry and encourages franchise applications from prospective cable providers.

- 2. We support and adopt the comments of the National Association of Telecommunications Officers and Advisors, the National League of Cities, the National Association of Counties, the U.S. Conference of Mayors, the Alliance for Community Media, and the Alliance for Communications Democracy, filed in response to the Further Notice.
- 3. We oppose the Further Notice's tentative conclusion (at ¶ 140) that the findings made in the FCC's March 5, 2007, Order in this proceeding should apply to incumbent cable operators, whether at the time of renewal of those operators' current franchises, or thereafter. This proceeding is based on Section 621(a)(1) of the Communications Act, 47 U.S.C. § 541(a)(1), and the rulings adopted in the Order are specifically, and entirely, directed at "facilitat[ing] and expedit[ing] entry of new cable competitors into the market for the delivery of video programming, and accelerat[ing] broadband deployment" (Order at ¶ 1).
- 4, We disagree with the rulings in the Order, both on the grounds that the FCC lacks the legal authority to adopt them and on the grounds that those rulings are unnecessary to promote competition, violate the Cable Act's goal of ensuring that a cable system is "responsive to the needs and interests of the local community," 47 U.S.C. § 521(2), and are in conflict with several other provisions of

the Cable Act. But even assuming, for the sake of argument, that the rulings in the Order are valid, they cannot, and should not, be applied to incumbent cable operators. By its terms, the "unreasonable refusal" provisions of Section 621(a)(1) apply to "additional competitive franchise[s]," not to incumbent cable operators. Those operators are by definition already in the market, and their future franchise terms and conditions are governed by the franchise renewal provisions of Section 626 (47 U.S.C. § 546), and not Section 621(a)(1).

5. We strongly endorse the Further Notice's tentative conclusion (at para. 142) that Section 632(d)(2) (47 U.S.C. § 552(d)(2)) bars the FCC from "preempt[ing] state or local customer service laws that exceed the Commission's standards," and from "preventing LFAs and cable operators from agreeing to more stringent [customer service] standards" than the FCC's.

Dated: April 18, 2007 Respectfully submitted,

THE CITY OF PHILADELPHIA

By: /s/ Robert A. Sutton

Michael C. Athay, Chief Deputy City Solicitor Robert A. Sutton, Divisional Deputy City Solicitor City of Philadelphia Law Department 1515 Arch Street, 17<sup>th</sup> Floor Philadelphia, PA 19102

Attorneys for The City of Philadelphia